

BEFORE THE ARIZONA CORPORATION

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SUSAN BITTER SMITH - Chairman 2015 FEB 17 P 2: 30

BOB STUMP BOB BURNS DOUG LITTLE

TOM FORESE

NO. 68246.

IN THE MATTER OF THE APPLICATION

CONVENIENCE AND NECESSITY AND TO

DELETE THE REQUIREMENT TO FILE A RATE CASE PURSUANT TO DECISION

OF CIRCLE CITY WATER COMPANY L.L.C. FOR APPROVAL TO DELETE

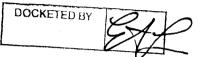
PORTIONS OF ITS CERTIFICATE OF

COMMISSIONERS

AZ CORP COMMISSION DOCKET CONTROL

Arizona Corporation Commission DOCKETED

FEB 1 7 2015



DOCKET NO. W-03510A-13-0397 STATUS UPDATE

ORIGINAL

In accordance with the Procedural Order dated January 13, 2015, Lake Pleasant 5000, L.L.C. ("LP5K") and Maughan Revocable Trust of 2007 and Rex G. Maughan and Ruth G. Maughan ("Maughan"), through undersigned counsel, submit an update on settlement negotiations in the above captioned proceeding and their dealings with Circle City Water Company ("CCWC").

The parties met after the procedural conference and attempted to determine a way to resolve the issue in this case. After hearing from CCWC on what could potentially settle this issue, counsel for LP5K and Maughan made a good faith settlement offer. With the provisions of Rule 408 in mind, undersigned counsel will not disclose the terms or conditions of the settlement offer. CCWC responded with questions that were directed to the settlement offer but the scope of the questions were far reaching and required research on behalf of LP5K and Maughan to determine if the questions were appropriate. Based upon that research, LP5K and Maughan made another settlement offer but have yet to receive a response.

| 1 | It is unclear what actions CCWC will take but LP5K and Maughan are ready to settle o | |
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| 2 | litigate this matter. | |
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| 9 | Garry D. | |
| 10 | 1702 Fas | W OFFICES OF GARRY D. HAYS, PC it Highland Avenue, Suite 204 |
| | Phoenix, | Arizona 85016 for Lake Pleasant 5000, LLC. |
| 11 | • | By: Can |
| 12 | 1 XUR | n Keber |
| 13 | 7501 F N | Reber /IcCormick Parkway |
| 14 | Scottsdal | e, Arizona 85258 |
| 15 | | for Maughan Revocable Trust of 2007 G. Maughan and Ruth G. Maughan |
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| 21 | Copies filed on February 17 th , 2015 with: | |
| 22 | Docket Control Arizona Corporation Commission | |
| 23 | 3 1200 W. Washington Street | |
| 24 | i . | |
| 25 | COPIES of the foregoing mailed/emailed Delivered on February 17 th , 2015 to: | |
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| 14 | And Rex G. Maughan and Ruth G. Maughan | |
| 15 | \sim \sim | |
| 16 | By: Chantelle Herget | |
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